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 CENTRAL INTELLIGENCE AGENCY
INFORMATION REPORT

COUNTRY Hungary

SUBJECT The Organization of the Hungarian Industry

PLACE ACQUIRED

DATE OF

REPORT NO

CD NO.

25X1A

DATE DISTR.

5 October 1949

NO. OF PAGES

3

NO. OF ENCLS.
(LISTED BELOW)

25X1X

SUPPLEMENT TO

SOURCE

1. The entire nationalized Hungarian Industry is headed by the Minister of Industries. The state is the owner of the plants and is represented in this capacity by the Minister of Industries.
2. The entire Hungarian Industry is combined in the following four large divisions:
 - a. Mining and power industry
 - b. Heavy industry
 - c. Light industry
 - d. Wood, paper and printing industries.

These divisions simultaneously represent the main sections of the Ministry of Industry.

3. The divisions are subdivided in two to four main industrial sections. One to eleven main industrial administrations controlling and operating a number of plants are subordinated to the main industrial sections. The main industrial sections, as well as the main industrial administrations, are headed by ministerial officials. These officials are by no means chosen among old-time ministerial officials and they are seldom economic experts. They are mostly party functionaries. Many plant workmen were appointed to leading positions to make the workmen believe that they are "owners" of the plant.
4. The four large divisions include the following main sections and main administrations:

a. Division for Mining and Power Industry

Manager: Mihaly KOKENY, "Sektionsrat"
 Office: Ministry of Industry
 Telephone: 160-090 and 161-346.

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 from all other documents and
 placed in the custody of the
 Director of Central Intelligence to
 protect it from unauthorized
 disclosure to the United States.
 Head Office Date: 1950

The following main industry sections and main administrations are subordinated to this division:

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| | | | | Date: 19 MAY 1978 By: 24 |

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- (1) Main Coal Mining Industry Section
 - (a) BORSOD Main Administration in MISKOLC
 - (b) Central Transdanubian Main Administration in VAPALOTA
- (2) Main Bauxite and Aluminum Plants Section
 - (a) Main Administration for Aluminum Plants in BUDAPEST
- (3) Main Power Plants Section
 - (a) Main Administration for Power Plants

b. Division for Heavy Industries

Manager: Janos SEBESTYEN, ministerial official
 Office: Ministry of Industry
 Telephone: 160-090 and 126-404

The following main industry sections and main administrations are subordinated to this division:

- (1) Main Heavy Industry Section
 - (a) Main Administration for Heavy Industries (MIK)
 - (b) Main Administration for Ironworks
 - (c) Main Administration for General Engineering Industries
- (2) Main Electrical and Mass-Produced Items Section
 - (a) Main Administration for Precision Mechanical Equipment
 - (b) Main Administration for High Tension Installations
 - (c) Main Administration for Mass-Produced Items.

c. Division for Light Industry

Manager: Dr. Miklos AJATAI, ministerial official
 Office: Ministry of Industry
 Telephone: 160-090 and 469-552

The following main industry sections and main administrations are subordinated to this division:

- (1) Main Chemical Industry Section
 - (a) Main Administration for Crude Oil Industries
 - (b) Main Administration for Household Industries
 - (c) Main Administration for Organic Chemical and Medical Industries
 - (d) Main Administration for Inorganic Chemical Industry
 - (e) Main Administration for Coal Processing Industries
- (2) Main Textile Industry Section
 - (a) Main Administration for the Transdanubian Textile Industry
 - (b) Main Administration for Fine Textile Industry
 - (c) Main Administration for the Weaving Industry
 - (d) Main Administration for Stocking and Knitting Industry
 - (e) Main Administration for Hemp and Jute Industry
 - (f) Main Administration for Knitting Industry
 - (g) Main Administration for Cotton Industry
 - (h) Main Administration for Cloth Industry
 - (i) Main Administration for Clothing Industry
 - (j) Main Administration for Silk Industry
 - (k) Main Administration for Ribbon and Yarn Industry

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- (3) Main Leather, Rubber and Fur Industries Section
 - (a) Main Administration for the BUDAPEST leather industry
 - (b) Main Administration for Rubber Industry
 - (c) Main Administration for Shoe Industry
 - (d) Main Administration for the Transdanubian Leather Industry
- (4) Main Lime, Cement, and Glass Industries Section
 - (a) Main Administration for Lime and Cement Industries
 - (b) Main Administration for Glass Industry
 - (c) Main Administration for Fine-Ceramic Industry
- d. Division for Wood, Paper, and Printing Industries

Manager: Karoly TOTI, ministerial official
 Office: Ministry of Industry, 7th floor
 Telephone: 160-090 and 160-641

The following main industry sections and main administrations are subordinated to this division:

- (1) Main Wood Industry Section
 - (a) Main Administration for Sawing and Veneering Industries
 - (b) Main Administration for Furniture and Woodworking Industries
- (2) Main Paper Industry Section
 - (a) Main Administration for the Paper Industry
 - (b) Main Administration for Paper Processing Industry
- (3) Main Printing Industry Section
 - (a) Main Administration for Newspaper Printing Industry
 - (b) Main Administration for Book Printing Industry

Total setup: 4 divisions, 12 main sections and 39 main administrations.

Division a consists of 3 main sections
 (subdivided in 2, 1, and 1 main administrations)

Division b consists of 2 main sections
 (subdivided in 3, and 3 main administrations)

Division c consists of 4 main sections
 (subdivided in 5, 11, 4 and 3 main administrations)

Division d consists of 3 main sections
 (subdivided in 2, 2, and 2 main administrations)

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